

**Subject:** Continuation of Construction Tax Suspension for Office/R&D

Council Agenda: 2-4-14

Item: 2.7

City Council Action Request			
Richard Doyle City Attorney	CEQA: Not a project, File No. PP10-067 (Statutory Exemption, Sec. No 15273) Rates, Tolls, Fares and Charges.	Coordination: Office of Economic Development, Department of Planning, Building and Code Enforcement, Department of Transportation, and the City Manager's Budget Office.	Date: January 21, 2014

## **RECOMMENDED ACTION:**

Approve an ordinance amending Section 4.46.039.10 of Chapter 4.46 of Title 4 of the San José Municipal Code and Section 4.47.095 of Chapter 4.47 of Title 4 to extend the partial suspension of the collection of the building and structure construction tax and the suspension of the collection of the commercial-residential-mobile home park building tax for tenant improvements to office research and development uses, data center uses and installation of solar photovoltaic systems until March 31, 2017.

## BASIS FOR RECOMMENDATION:

On December 17, 2013, the City Council directed the City Attorney to draft an ordinance amending Chapter 4.46 of Title 4 of the San José Municipal Code and Chapter 4.47 of Title 4 to extend the partial suspension of the collection of the building and structure construction tax and the suspension of the collection of the commercial-residential-mobile home park building tax for tenant improvements to office research and development uses, data center uses and installation of solar photovoltaic systems until March 31, 2017. See staff report from December 17, 2013 meeting at http://sanjoseca.gov/DocumentCenter/View/24621.

The proposed ordinance is consistent with the Council's prior direction and would extend the suspension of the identified taxes until March 31, 2017.

## COST AND FUNDING SOURCE:

See fiscal impact analysis in staff memo from item D(3) on the November 18, 2013 agenda for the Community and Economic Development Committee. See staff report from the meeting at http://sanjoseca.gov/DocumentCenter/View/24621

FOR QUESTIONS CONTACT: Jon Calegari, Deputy City Attorney, (408) 535-1900